GOVERNMENT OF INDIA
SMALL SCALE INDUSTRIES AND RURAL AND AGRO INDUSTR
LOK SABHA

UNSTARRED QUESTION NO:2795
ANSWERED ON:06.12.2000
INDUSTRIAL POLICY FOR DEVELOPMENT OF SSI
PUNNULAL MOHALE

Will the Minister of SMALL SCALE INDUSTRIES AND RURAL AND AGRO INDUSTR be pleased to state:

(a) whether any proposal is under consideration of the Government to formulate any separate industrial policy for the development of the small scale industries;

(b) if so, the details thereof;

(c) the number of small scale industries functioning in the country;

(d) the estimated total value of annual production of these units;

(e) whether the Government are contemplating to set up industrial complex for these industries;

(f) if so, the details thereof; and
(g) if not, the reasons therefor?

Answer

THE MINISTER OF STATE (INDEPENDENT CHARGE) IN THE MINISTRY OF SMALL SCALE INDUSTRIES AND AGF RURAL INDUSTRIES (SMT. VASUNDHARA RAJE)

(a) & (b): A comprehensive policy package for the development of Small- Scale industries has been announced on 30th August 2000. The policy package will enhance the competitiveness of small-scale industries through easier access to credit, availability of collateral free composite loans upto Rs. 25 lakhs, capital subsidy for technology upgradation and improved infrastructure.

(c) & (d): The number of small scale units in the country is estimated to be 32.25 lakhs with an estimated total annual production of Rs 5,78,470 Crores at current prices in 1999-2000.

(e) to (g): All industrial complexes are established by the State/U.T Governments. However, to assist the setting up of industrial complexes exclusively for small & tiny units, the Government of India operates a scheme called the Integrated Infrastructural Development (IID) Scheme. The estimated cost to set up an IID Center is upto Rs. 5.00 Crore (excluding the cost of land) which is shared between the Government of India and SIDBI in the ratio of 4:1 in the North-Eastern states and 2:3 in the other States and UTs. The share of Central Government is in the form of grant and that of SIDBI as loan. Under the Scheme, States/UTs are required to select an appropriate site, firm up the proposal, get this appraised from SIDBIfor techno-economic viability and also appoint an Implementing Agency.